

## Message Text

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ORIGIN EB-11

INFO OCT-01 NEA-14 ISO-00 AID-20 FMC-04 COME-00 CIAE-00

INR-10 NSAE-00 RSC-01 EA-11 IGA-02 L-03 TRSE-00 /077 R

DRAFTED BY EB/MA:JPSTEINMETZ:JEB

APPROVED BY EB/MA:RWEBB

MARAD:JHOEN

NEA/INS:DWBORN

AID/ASIA/SA:JCOLES

AID/COM/TR:RCDUANE

NEA/PAB:DMCOCHRAN (INFO)

----- 089108

P R 301726Z MAY 74

FM SECSTATE WASHDC

TO AMEMBASSY NEW DELHI PRIORITY

INFO AMCONSUL MADRAS

AMCONSUL BOMBAY

AMEMBASSY ISLAMABAD

AMCONSUL KARACHI

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E.O. 11652: N/A

TAGS: ETRN, IN, US

SUBJECT: AID SHIPPING PROBLEM

1. BOILER EQUIPMENT SHIPMENT TO BE MADE BY COMBUSTION  
ENGINEERING CO. OF HARTFORD, CONNECTICUT FOR ELECTRIC  
GENERATING PLANT AND CONSIGNED TO BHARAT ELECTRIC LIMITED,  
MADRAS, UNDER 2.3 MILLION DOLLAR AID LOAN NO. 386-H-212,  
WHICH REQUIRES 60 AND 40 PERCENT OF CARGOES TO BE SHIPPED  
ON US AND INDIAN FLAG VESSELS, RESPECTIVELY, IS BEING  
HELD UP DUE TO CONFLICT IN LETTER OF CREDIT. LETTER OF  
CREDIT NO. 386-H-21246, ISSUED BY STATE BANK OF INDIA  
THROUGH IRVING TRUST COMPANY, NYC, CONTAINS REQUIRED  
60/40 AID SHIPMENT PROVISIO, BUT ADDITIONALLY STATES  
SHIPMENT MAY NOT BE MADE ON CHINESE, PAKISTANI OR QUOTE  
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VESSEL OF ANY FLAG CALLING AT PAKISTANI PORTS UNQUOTE.

LATTER CLAUSE RENDERS LETTER OF CREDIT UNUSEABLE DUE TO CONFLICT WITH AID SHIPPING REQUIREMENT IN THAT AMERICAN FLAG SHIPPING LINES CALL AT PAKISTANI PORTS AS PART OF THEIR REGULAR US-SUBCONTINENT SERVICE. NEW DELHI SHOULD BRING THIS MATTER TO THE ATTENTION OF THE APPROPRIATE INDIAN AUTHORITIES ASAP AND REQUEST THAT THE LETTER OF CREDIT BE AMENDED TO REMOVE RESTRICTIVE PROVISIO QUOTED ABOVE.

2. APPARENTLY PROVISIO IS RESULT OF LAST INDO-PAKISTANI CONFLICT. GOI MAY WISH TO REVIEW THIS MATTER SINCE

INCLUSION OF THIS PROVISIO IN ANY FUTURE LETTERS OF CREDIT PERTAINING TO AID SHIPMENTS TO INDIA CAN BE EXPECTED TO CAUSE SAME DIFFICULTY AND DELAY DELIVERY. BROWN

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## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01 JAN 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** MARINE TRANSPORTATION, SHIP REGISTRY, FOREIGN ASSISTANCE AGREEMENTS, LETTERS OF CREDIT  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 30 MAY 1974  
**Decaption Date:** 01 JAN 1960  
**Decaption Note:**  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Authority:** boyleja  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 28 MAY 2004  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1974STATE113267  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** JPSTEINMETZ:JEB  
**Enclosure:** n/a  
**Executive Order:** N/A  
**Errors:** N/A  
**Film Number:** D740136-0542  
**From:** STATE  
**Handling Restrictions:** n/a  
**Image Path:**  
**ISecure:** 1  
**Legacy Key:** link1974/newtext/t1974056/aaaaafcf.tel  
**Line Count:** 76  
**Locator:** TEXT ON-LINE, ON MICROFILM  
**Office:** ORIGIN EB  
**Original Classification:** LIMITED OFFICIAL USE  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 2  
**Previous Channel Indicators:** n/a  
**Previous Classification:** LIMITED OFFICIAL USE  
**Previous Handling Restrictions:** n/a  
**Reference:** n/a  
**Review Action:** RELEASED, APPROVED  
**Review Authority:** boyleja  
**Review Comment:** n/a  
**Review Content Flags:**  
**Review Date:** 15 AUG 2002  
**Review Event:**  
**Review Exemptions:** n/a  
**Review History:** RELEASED <15-Aug-2002 by rowelle0>; APPROVED <19 MAR 2003 by boyleja>  
**Review Markings:**

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**Review Media Identifier:**  
**Review Referrals:** n/a  
**Review Release Date:** n/a  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** AID SHIPPING PROBLEM  
**TAGS:** ETRN, IN, US  
**To:** NEW DELHI  
**Type:** TE  
**Markings:** Declassified/Released US Department of State EO Systematic Review 30 JUN 2005